HARGROVE, PESNELL & WYATT

BILLY R. PESNELL
JOSEPH L. HARGROVE, JR.
DAVID L. SMELLEY
PAUL A. STRICKLAND
SCOTT C. SINCLAIR
W. BROOKS MAY
JASON C. FALUDI

(A Professional Law Corporation)
AMERICAN TOWER, SUITE 600
401 MARKET STREET
SHREVEPORT, LOUISIANA 71101-3239

THOMAS J. WYATT (1942-1996)

MAILING ADDRESS POST OFFICE BOX 59 SHREVEPORT, LOUISIANA 71161-0059 TELEPHONE (318) 429-7200 TELECOPIER (318) 429-7201

OF COUNSEL WILLIAM G. CONLY

July 26, 2002

Honorable James H. Welsh Commissioner of Conservation State of Louisiana Post Office Box 44275 Baton Rouge, Louisiana 70804-4275

Re: <u>APPLICATION FOR PUBLIC HEARING</u>.

Hosston Formation, Reservoir A, HOLLY FIELD, DeSoto Parish, Louisiana.

Dear Sir:

EL PASO PRODUCTION COMPANY ("Applicant") hereby respectfully applies for a public hearing to consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Hosston Formation, Reservoir A, in the Holly Field, DeSoto Parish, Louisiana:

- 1. To authorize Applicant to drill, designate and utilize an additional alternate unit well for HOSS RA SU16 at the location shown on an attached plat.
- 2. To authorize Applicant to drill, designate and utilize two (2) additional alternate unit wells for HOSS RA SU35 at the locations shown on an attached plat.
- 3. To approve an exception to the well location provisions of Office of Conservation Order No. 88-D, effective February 1, 1975, for any of the above described wells the location of which, as shown on the attached plats, does not comply with the well location provisions of said Order.
- 4. To find that each of the proposed additional alternate unit wells is necessary to efficiently and economically drain a portion of the Hosston Formation, Reservoir A, underlying the unit on which it is proposed to be drilled which cannot be efficiently and economically drained by any existing well on such unit.
- 5. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Hosston Formation, Reservoir A, in the Holly Field, DeSoto Parish, Louisiana, is fully defined in Office of Conservation Order No. 88-D, effective February 1, 1975.

Pertinent data concerning this application is available for inspection at the offices of Louis Gilbert & Associates, Inc., 3636 North Causeway Boulevard, Suite 204, Metairie, Louisiana 70002-7216. Any person wishing to inspect such data should call Mr. Louis Gilbert at (504) 834-8112 during normal business hours in order to arrange a date and time for such inspection. A copy

Honorable James H. Welsh July 26, 2002 Page 2

of any such pertinent data which is not otherwise available from the Office of Conservation can be obtained from Applicant at the expense of the requesting party.

As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of this letter, and of each of the attached plats, is being sent to the District Manager of the Shreveport District of the Office of Conservation and to the Interested Owners, Represented Parties and Interested Parties as shown on the attached list.

Applicant will provide for posting of a copy of the Legal Notice of this hearing, and the enclosed plats, at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of Holly Field, all in accordance with the Revised Rules of Procedure. Furthermore, Applicant will mail a copy of the Legal Notice to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

Finally, enclosed herewith is our check payable to the Office of Conservation

covering the application fee.

Yours very truly,

David L. Smelley

Attorney for El Paso Production Company

DLS:dp Enclosures

cc: Mr. Jim Broussard (w/encls.)

Mr. Paul Eschete (w/encls.)

Ms. Shirley Galik (w/encls.)

Mr. Louis Gilbert (w/encls.)

Interested Owners, Represented Parties

and Interested Parties (w/copy of plats only)



